



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2011 Biennium

Bill #	HB0204	Title:	Revise work comp law re independent contractor for 10-year period
Primary Sponsor:	Ebinger, Bob	Status:	As Amended

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
Expenditures:				
State Special Revenue	\$12,000	\$12,000	\$12,305	\$12,617
Revenue:				
State Special Revenue	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact:

The costs associated with HB 204 include the on-going process of scanning and indexing all documents which will require an additional 0.25 FTE.

FISCAL ANALYSIS

Assumptions:

Department of Labor and Industry (DoLI)

1. Independent contractor (IC) historical trends are anticipated to continue in approximately the same pattern.
2. Starting in FY 2010, documentation associated with all applications will be indexed and scanned. There are approximately 8,500 applications per year.
3. The average number of documentation pages is 10 per IC application.
4. It takes approximately one hour to scan and index 200 pages.
5. 425 dedicated hours would be required to scan and index the annual applications.
6. For the 2011 biennium, an additional 0.25 FTE, compliance specialist, would cost \$11,100 and associated indirect costs would be \$900.
7. A 2.5 % inflation factor is estimated for the 2013 biennium.

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
<u>Fiscal Impact:</u>				
FTE	0.25	0.25	0.25	0.25
<u>Expenditures:</u>				
Personal Services	\$11,100	\$11,100	\$11,378	\$11,662
Operating Expenses	\$900	\$900	\$927	\$955
TOTAL Expenditures	\$12,000	\$12,000	\$12,305	\$12,617
<u>Funding of Expenditures:</u>				
State Special Revenue (02)	\$12,000	\$12,000	\$12,305	\$12,617
TOTAL Funding of Exp.	\$12,000	\$12,000	\$12,305	\$12,617
<u>Revenues:</u>				
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Revenues	\$0	\$0	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
State Special Revenue (02)	(\$12,000)	(\$12,000)	(\$12,305)	(\$12,617)

*Sponsor's Initials*_____
*Date*_____
*Budget Director's Initials*_____
Date